

0 5 JAN 1983

MEMORANDUM FOR THE RECORD

SUBJECT: Excess Burroughs Equipment: Telephone  
Conversation [REDACTED]

STAT

STAT 1. On 5 January, I gave, via secure telephone, [REDACTED] [REDACTED] NSA an estimate of the costs to NSA for the one B6930 computer and associated peripherals that we have agreed to supply to NSA. This equipment (see Attachment I) was originally installed in the Northside Center and is currently in a commercial storage facility. The general agreement covering the transfer of the equipment is covered in an NSA letter (Attachment II).

STAT

STAT 2. I told [REDACTED] that CIA would require \$50,000 to cover the outstanding obligations we have on this equipment. (This figure is approximately one-sixth of the \$293,761 TRW owes Burroughs on six B6930 systems.) I furthermore told her that we would pick up the de-installation charges and two months of the storage charges. NSA would be responsible for any storage charges beyond two months plus re-installation charges. Assuming eight months of storage at \$1,000 per month and CIA covering two months, NSA's estimated storage obligation would be \$6,000. The total NSA obligation to CIA is therefore \$56,000 (\$50,000 hardware plus \$6,000 storage). This, of course, assumes that CIA will be billed for all de-installation and storage charges and NSA will be billed for the removal of the equipment from storage, shipping, and re-installation. This billing arrangement still remains to be worked out with Don Cole of Burroughs.

STAT 3. [REDACTED] initially had no problem with a total payment of \$56,000 to CIA and NSA being responsible for re-installation. Under these circumstances, I estimate that de-installation plus storage would cost us \$23,000 (\$15,000 de-installation plus \$8,000 for eight months storage). CIA would therefore net \$33,000 from the transaction (\$56,000 - \$23,000). This money would go towards payment of approximately \$50,000 still owed Burroughs for the system in question. We would, therefore, be out-of-pocket \$17,000.

STAT 4. [REDACTED] subsequently called me back to express the concern of the NSA component that would actually pay for the equipment. She claimed that they had been led to believe that the NSA cost would be far less. She also requested a detailed accounting of the outstanding CIA obligations to Burroughs for the system in question. I described how the calculation was made

ADMINISTRATIVE-INTERNAL USE ONLY

STAT (see para. 2) and how NSA might do worse with an accurate accounting since NSA's configuration was "richer" than the average B6930 configuration. I furthermore quoted to her the last two sentences of [ ] letter (see Attachment II): "We are aware that there is some outstanding cost still owed on the B6930. NSA is willing to reimburse you for this cost as well as to negotiate a fair-share apportionment of the associated relocation costs." She claimed that she had been told differently in discussions with [ ]. I stated that our position was that the \$50,000 hardware cost was negotiable and [ ] probably had made that point. Our figures, however, have not changed. She claimed the user component did not have the required money. The best they could do was "mid-twenties." I finally told her to make us the best offer they could and we would consider it.

STAT 5. [ ] secure telephone number is [ ]

STAT [ ]  
Chief, Policy and Plans Group,  
Management Staff, ODP

Attachments: a/s

cc: DD/ODP  
C/MS  
C/CSPO  
CO/CSPO

STAT [ ], P&PG/MS

ADMINISTRATIVE-INTERNAL USE ONLY

AH.I

## ATTACHMENT A

21 October 1982

Final Inventory of Burroughs B6930 Located at HQS, McLean, Va.  
Page 1 of 2

Item No.	Quantity	Style No.	Description	Part No.	Serial No.
1.	1 each	B6900 IOC	Cab Univ. I/O	2346-9216	109430868
2.	1 each	B6900 MDC	Cab B6900 Maint	2345-4028	109430694
3.	1 each	B6930 CPU	Cab CPU	2345-3855	109430645
4.	1 each	B6900 PSC	Cab C. Power	2345-2055	109430728
5.	1 each	B6900 CON	Cab Console	2345-3566	109430744
6.	1 each	B9117	Card Reader	1090-0777	156554479
7.	1 each	B9387-44	2x8 Disk Controller		
		Consists of:			
	1 each	B9387-42	Cont DPD	2852-1672	142262112
	1 each	B6387-2	DPD,LS Exchange	2849-3336	142275346
8.	1 each	B9494-43	1206 MB Data Bank		
		Consists of:			
	3 each	B9494-41	207 Dual Drive	2782-8110	196010490
				"	196010474
				"	196010482
9.	1 each	B9247-14	Line Printer	2117-1699	156101289
10.	2 each	B9499-21	Tape Controller	2050-5632	100846922
				"	100850361
11.	4 each	B9495-24	MTU, 6250/1600	2050-5681	100828979
				"	100828987
				"	100828995
				"	100829134
12.	1 each	N/A	CABLE 100 ft	20482584	N/A
13.	1 each	N/A	CABLE 40 ft	20482584	N/A
14.	1 each	B9348-53	Oper. Display	2345-4937	109430751
15.	1 each	B9348-53	Oper. Display	2345-4937	109430769
16.	1 each	B6247-93	Printer DLP	2346-9182	N/A
17.	2 each	B6304-90	Disk Host DLP	2346-8978	N/A
				2346-8978	
18.	1 each	B6395-92	Mag Tape DLP		
			f/u/w 6250 MTU	N/A	N/A

## Final Inventory of Burroughs B6930 Located at HQS, McLean, Va.

Page 2 of 2

<u>Item No.</u>	<u>Quantity</u>	<u>Style No.</u>	<u>Description</u>	<u>Part No.</u>	<u>Serial No.</u>
19.	1 each	B6110-90	Card Reader DLP	2346-8879	N/A
20.	1 each	B6341-90	Operator Display DLP	2346-9372	N/A
21.	1 each	B6369	Network Support Proc	2346-9893	N/A
22.	1 each	B6369-2	Line Support Proc	2346-9059	N/A
23.	2 each	B6369-3	Quad Line Adapter	2346-9125 2346-9129	N/A N/A
24.	4 each	B6007	IC Memory, 786 KB	2345-4036	109430686 109430678 109430660 109430652
25.	4 each	B6905-90	I/O Base	2346-9208	109430892 109430876 109430900 109430884
26.	1 each	N/A	Print Train	2117-0758	9113
27.	9 each	B6369-3	Quad Line Adapter	2346-9125	N/A
28.	2 each	B6369-2	Line Support Proc	2346-9059	N/A
29.	36 each	B6369-10	Electrical Interface	N/A	N/A